Alternative Project Delivery Contracts

Panelist:

Mack Long -Director, Montana Department of Transportation

Jake Goettle - Construction Engineer, Montana Department of Transportation

Aaron Golick - President, Century Companies

Kyle Kastelitz - Vice President, Civil Division, Dick Anderson Construction

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TITLE 18. PUBLIC CONTRACTS
CHAPTER 2. CONSTRUCTION CONTRACTS

Part 5. Alternative Project Delivery Contracts

Definitions

- **18-2-501.** (*Temporary*) **Definitions.** As used in this part, unless the context clearly requires otherwise, the following definitions apply:
- (1) (a) "Alternative project delivery contract" means a construction management contract, a general contractor construction management contract, or a design-build contract.
- (b) The term does not include a design-build contract awarded by the transportation commission under **60-2-111**(3).
- (2) "Construction management contract" means a contract in which the contractor acts as the public owner's construction manager and provides leadership and administration for the project, from planning and design, in cooperation with the designers and the project owners, to project startup and construction completion.
 - (3) "Contractor" has the meaning provided in 18-4-123.
- (4) "Design-build contract" means a contract in which the designer-builder assumes the responsibility and the risk for architectural or engineering design and construction delivery under a single contract with the owner.
- (5) "General contractor construction management contract" means a contract in which the general contractor, in addition to providing the preconstruction, budgeting, and scheduling services, procures necessary construction services, equipment, supplies, and materials through competitive bidding contracts with subcontractors and suppliers to construct the project.
 - (6) "Governing body" means:
 - (a) the legislative authority of:
- (i) a municipality, county, or consolidated city-county established pursuant to Title 7, chapter 1, 2, or 3;
 - (ii) a school district established pursuant to Title 20; or
 - (iii) an airport authority established pursuant to Title 67, chapter 11;
- (b) the board of directors of a county water or sewer district established pursuant to Title 7, chapter 13, parts 22 and 23;
- (c) the trustees of a fire district established pursuant to Title 7, chapter 33, or the county commissioners or trustees of a fire service area established pursuant to **7-33-2401**; or
 - (d) the transportation commission established in 2-15-2502.
- (7) "Project" means any construction or any improvement of the land, a building, or another improvement that is suitable for use as a state or local governmental facility.

- (8) "Publish" means publication of notice as provided for in 7-1-2121, 7-1-4127, 18-2-301, and 20-9-204.
- (9) "State agency" has the meaning provided in **2-2-102**. This definition does not include the department of transportation. (*Terminates December 31, 2024--sec. 6, Ch. 54, L. 2017.*)

Alternative Project Delivery Contract -- Authority -- Criteria

- **18-2-502.** Alternative project delivery contract -- authority -- criteria. (1) Subject to the provisions of this part, a state agency or a governing body may use an alternative project delivery contract. A state agency or governing body that uses an alternative project delivery contract shall:
- (a) demonstrate that the state agency or the governing body has or will have knowledgeable staff or consultants who have the capacity to manage an alternative project delivery contract;
 - (b) clearly describe the manner in which:
 - (i) the alternative project delivery contract award process will be conducted; and
 - (ii) subcontractors and suppliers will be selected.
- (2) Prior to awarding an alternative project delivery contract, the state agency or the governing body shall determine that the proposal meets at least two of the sets of criteria described in subsections (2)(a) through (2)(c) and the provisions of subsection (3). To make the determination, the state agency or the governing body shall make a detailed written finding that:
- (a) the project has significant schedule ramifications and using the alternative project delivery contract is necessary to meet critical deadlines by shortening the duration of construction. Factors that the state agency or the governing body may consider in making its findings include, but are not limited to:
- (i) operational and financial data that show significant savings or increased opportunities for generating revenue as a result of early project completion;
 - (ii) demonstrable public benefits that result from less time for construction; or
 - (iii) less or a shorter duration of disruption to the public facility.
- (b) by using an alternative project delivery contract, the design process will contribute to significant cost savings. Significant cost savings that may justify an alternative project delivery contract may derive from but are not limited to value engineering, building systems analysis, life cycle analysis, and construction planning.
- (c) the project presents significant technical complexities that necessitate the use of an alternative delivery project contract.
- (3) The state agency or the governing body shall make a detailed written finding that using an alternative project delivery contract will not:
 - (a) encourage favoritism or bias in awarding the contract; or
 - (b) substantially diminish competition for the contract.

History: En. Sec. 2, Ch. 574, L. 2005.

Alternative Project Delivery Contract -- Award Criteria

- **18-2-503.** Alternative project delivery contract -- award criteria. (1) (a) Whenever a state agency or a governing body determines, pursuant to **18-2-502**, that an alternative project delivery contract is justifiable, the state agency or the governing body shall publish a request for qualifications.
- (b) After evaluating the responses to the request for qualifications, a request for proposals must be sent to each respondent that meets the qualification criteria specified in the request for qualifications. The request for proposals must clearly describe the project, the state agency's or the governing body's needs with respect to the project, the requirements for submitting a proposal, criteria that will be used to evaluate proposals, and any other factors, including any weighting, that will be used to award the alternative project delivery contract.
- (2) The state agency's or the governing body's decision to award an alternative project delivery contract must be based, at a minimum, on:
 - (a) the applicant's:
 - (i) history and experience with projects similar to the project under consideration;
 - (ii) financial health;
 - (iii) staff or workforce that is proposed to be committed to the project;
 - (iv) approach to the project; and
 - (v) project costs; and
 - (b) any additional criteria or factors that reflect the project's characteristics, complexities, or goals.
- (3) Under any contract awarded pursuant to this part, architectural services must be performed by an architect, as defined in **37-65-102**, and engineering services must be performed by a professional engineer, as defined in **37-67-101**.
- (4) At the conclusion of the selection process, the state agency or the governing body shall state and document in writing the reasons for selecting the contractor that was awarded the contract. The documentation must be provided to all applicants and to anyone else, upon request.
- (5) A state agency or the governing body may compensate unsuccessful applicants for costs incurred in developing and submitting a proposal, provided that all unsuccessful applicants are treated equitably.

History: En. Sec. 3, Ch. 574, L. 2005.